



State of Utah

Department of Natural Resources

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

November 9, 2005

CERTIFIED RETURN RECEIPT 7002 0510 0003 8603 2748

Richard R. Schreiber
Tintic Utah Metals, LLC
Chief Gold Mines Inc.
1629 Locust Street
Philadelphia, Pennsylvania 19103-6304

Subject: Transfer of Funds (Certificates of Deposit # _____ for
\$60,400; # _____ for \$175,000, and # _____ for
\$175,000) from Zions Bank to Utah State Treasurer, Chief
Consolidated Mining Apex/Burgin, M/049/009, Utah County, Utah

Dear Mr. Schreiber;

This letter will serve as documentation of the Division of Oil, Gas and Mining's intention to transfer funds, in the form of the Certificates of Deposit as identified in the Subject above, from Zions Bank into the Utah State Treasurers account to be held as Reclamation Surety for mine permit M/049/009.

In a conference call with you on August 2, 2005, a stipulation was mutually agreed upon that as a result of the Division holding in abeyance the Failure To Abate Cessation Order fines of \$66,000, you would retitle the Certificates of Deposit to the Division of Oil, Gas and Mining by September 10, 2005. As it appears, procedural difficulties in this retitling effort have occurred resulting in a delay. However, final arrangements have been made to transfer these funds from Zions Bank to the Utah State Treasurer.

As part of the final transfer arrangements, the attached letter requires your notarized signature and return to the Division. Interest earned while these

Richard R. Schreiber
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funds are held by the State will credit to the account and will be issued to the Operator upon final release.

Sincerely,

A handwritten signature in black ink, appearing to read 'Mark Mesch', with a stylized, cursive script.

Mark Mesch
Program Administrator
Division of Oil, Gas and Mining

MM/jb
Attachment: Transfer CD Authorization Letter
cc: Steve Alder, AAG
Beth Ericksen, DOGM
O:\M049-Utah\M0490009-ApexBurgin\final\chief-CDtransfer.doc

November 9, 2005

Mark Mesch
Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-5801

David M. McGrath
Zions First National Bank
10 East South Temple, 5th Floor
Salt Lake City, Utah 84133

Subject: Authorization to Zions Bank – Cash Certificates of Deposit # for \$60,400.00
for \$175,000, and # for \$175,000

By this notarized letter I am authorizing Zions Bank to redeem the above referenced Certificates of Deposits and provide to the Division of Oil, Gas and Mining an aggregate amount of \$410,400.00 via certified check titled: **State of Utah, Division of Oil, Gas and Mining.**

Thank you for your assistance in this matter. If you require additional information contact me at (215) 546-8585.

Sincerely,

Richard R. Schreiber
Chief Executive Officer
Chief Consolidated Mining Company

STATE OF _____)
) ss:
COUNTY OF _____)

On the _____ day of _____, 20____, _____
(signers name) personally appeared before me, who being by me duly sworn did say that he is the
_____ (title) of _____ (company) and
duly acknowledged that said instrument was signed on behalf of said company by authority of its bylaws or a
resolution of its board of directors and said _____ (signers name)
duly acknowledged to me that said company executed the same.

Notary Public
Residing at _____

My Commission Expires: _____